SECRET (When Filled In) PROJECT ACTION **AEDOGMA** FI/CI TYPE OF ACTION DIVIS:ON NEW PROJECT FIELD STATION AMENDMENT DESK FY 196 SR/CI/RED CASE OFFICER EXTENSION BUILDING EXTENSION TERMINATION 6991 5 C 19 Hqs CONCURRENCES OF DIVISION MEMORANDUM ATTACHED ORGANIZATIONAL ELEMENT TYPED NAME (And signature) YES NO C/SR/CI/RED 22 moreh 62 C/SR/CI C/SR/2 SR/B&F SR/SS SR/PERS SR/DCOP DC/SR CONCURRENCES OF OTHER COMPONENTS DECLASSIFIED AND RELEASED BY VE/3 CENTRAL INTELLIGENCE AGENCY DDP/PG <del>SOURCES METHODS EXEM</del>PTION 3 B 2 B KAZI WAR CRIMES DISCLOSURE ACT DATE ZUUT TOTAL AMOUNT TAUOMA PERIOD 196 FROM APPROVING AUTHORITY

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20 March 1962

MEMORANDUM FOR: Chief, SR Division

SUBJECT

: Termination of Project AEDOGMA

1. It is requested that Chief, SR Division approve termination of Project AEDOGMA effective 31 December 1961.

# 2. Project Objectives:

The agent was (1) to cover the efforts of the Soviet Intelligence Services to exploit for intelligence purposes in France, Soviet and Eastern European displaced nationals and emigres; (2) to act as a spotter in Soviet emigre circles for REDSKIN opportunities; (3) to lend support to certain PP activities aimed against the Soviets; and (4) it was hoped to use more AEDCGMA/1 leads to induce French liaison to be more cooperative in the exchange of information.

3. Reason for Termination: \_\_\_\_\_\_\_ advised on 5 September 1961 that they were unable to use the agent effectively in their area. The Munich Station, from which AEDCGMA/1 had been transferred to Paris, advised they had no interest in employing the agent. Headquarters approved the termination of the agent.

## 4. Effectiveness of Project:

The agent was not very productive after his transfer to Paris. This was caused by a number of circumstances, most of which were beyond his control. He had difficulty securing visas for Paris and had to spend some time in Munich each time he had his visa renewed. He became ill and was incapacitated for a number of months. To this was added the period of time necessary to establish his cover and develop his contacts in a new area. In February 1961 to he was informed that the agent's production would be under the closest scrutiny and that unless the production during the coming project year was sufficient to sway the balance of opinion unquestionably in favor of continuing the agent's employment, a recommendation for termination would have to be made. In June 1961 the agent went to

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## 5. Date of Operational Termination:

The agent's employment was terminated effective 31 December 1961. He received his final salary and signed a Quit Claim on 18 October 1961.

### 6. Status of Commitments to be settled:

The agent was paid his salary through 31 December 1961 as well as all funds held in escrow for him. He signed a Quit Claim on 18 October 1961 receipting for the above funds and relinquishing all claims against the U.S. for salary and for resettlement in the U.S. with U.S. Government assistance. The slot reserved for him under P.L. 110 has been relinquished. The agent was instructed to return to Paris from Munich, where he was on TDY, to liquidate his apartment and Paris authorized the expenditure for this trip. Through a machine error, the agent was overpaid \$400 from his U.S. escrow account. Attempts are being made to collect this amount. There are no other commitments of record.

## 7. Plans for disposition of funds, material, etc:

Which may have been issued to Subject. The Munich Operations Base and the are being asked to provide this information. As mentioned above, the Munich Base is attempting to collect the \$400 overpayment.

## 8. Risks to all elements in termination:

Although the agent had been associated with KUBARK since about 1946, he reportedly accepted the termination with little surprise and only mild bitterness. The bitterness may have been alleviated somewhat

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by the substantial eserow payment of over \$13,000 U.S. made to him upon termination. In his Quit Claim the agent pledged to be silent about his cooperation with the AIS and not to publish or let be published anything about this cooperation. He also pledged that he would not work for any other American intelligence service and would refuse to cooperate if an approach were made to him and would also report any such approach. Since his termination, the 66th Intelligence Group has requested traces on the agent as a positive intelligence recruitment lead. The 66th was advised that there were some unresolved points in the agent's contact with KUBARK which made it advisable that he not be utilized by any U.S. Agency.

One such unresolved point is the agent's relationship with UPHILL. The Station queried UPHILL and was told that AEDOGMA/1 had worked for UPHILL since circa 1949 or 1950 and that the case has always been loosely handled by them and AEDCHA/1 was considered a casual informant. UPHILL knows no specific derogatory information about the agent but has been mildly concerned by indications that he was pushing certain lines in his reporting and by his close association with a man suspected of being an RIS agent. This suspect agent was arrested, apparently partly on the basis of information supplied by AEDCHA/1, but the man was never brought to trial because of insufficient evidence against him. UPHILL advised in January 1962 that they were conducting a full review of AEDCHA/1's history with them. AEDCHA/1's reporting to UPHILL has reportedly picked up lately and, according to the Germans, has a definite anti-American tone. AEDOGMA/1 has met a number of KURARK staffers during his nearly 15 years service and if it is proven that he has any contact with the RIS, he presumably could or may have already revealed the identities of his case officers. The files do not reveal the extent of his knowledge of any corrent KUBARK operations.

#### 9. Estimated cost for liquidation:

It is estimated that funds approved for the last project renewal will be sufficient to cover all costs of liquidating the project.

#### 10. Estimated date of final liquidation of commitments:

Since the agent has signed a Quit Claim relinquishing his right to request immigration to the U.S. under P.L. 110, there are no outstanding commitments. It is estimated that by 30 June 1962 the outstanding balance of \$400 due from the agent and information on any equipment issued to him will have been received.